

**1) Overview of BGWC Application filed 10/2/2019:**

|                                       | <b>CWS Application</b> | <b># of Customers</b> |
|---------------------------------------|------------------------|-----------------------|
| Proposed Revenue Requirement Increase | \$11,731,804*          |                       |
| Proposed Total Revenue                | \$35,188,858           |                       |
| Proposed Return on Equity             | 10.70%                 |                       |
| Increase % for water                  | 45.15%                 | 17,443                |
| Increase % for sewer                  | 55.66%                 | 13,009                |

**2) Overview of BGWC Proposed Rates on Residential Customer's Monthly Charges:**

| <b>SERVICE TERRITORY 1: WATER SUPPLY</b>                               | <b>CURRENT RATE</b>   | <b>PROPOSED RATE</b>  | <b>INCREASE</b> | <b>% INCREASE</b> |
|--|-----------------------|-----------------------|-----------------|-------------------|
| BFC per single-family house, condo, mobile home, or apt. unit          | \$14.38 per unit      | \$22.09 per unit      | \$7.71          |                   |
| Residential Commodity Charge   | \$5.59 per 1,000 gal  | \$8.59 per 1,000 gal  | \$3.00          |                   |
| BILL PER 6,000 GAL USAGE   | \$47.38               | \$73.63               | \$26.25         | 55.40%            |
| <b>SERVICE TERRITORY 1: WATER DISTRIBUTION</b>                         | <b>CURRENT RATE</b>   | <b>PROPOSED RATE</b>  | <b>INCREASE</b> | <b>% INCREASE</b> |
| BFC per single-family house, condo, mobile home, or apt. unit          | \$14.38 per unit      | \$22.09 per unit      | \$7.71          |                   |
| Residential Distribution Charge  | \$7.55 per 1,000 gal  | \$4.75 per 1,000 gal  | - \$2.80        |                   |
| Purchased Water Charge   | N/A                   | \$6.85 per 1,000 gal  | \$6.85          |                   |
| BILL PER 6,000 GAL USAGE   | \$59.68               | \$91.69               | \$32.01         | 53.64%            |
| <b>SERVICE TERRITORY 2: WATER SUPPLY</b>                               | <b>CURRENT RATE</b>   | <b>PROPOSED RATE</b>  | <b>INCREASE</b> | <b>% INCREASE</b> |
| BFC per single-family house, condo, mobile home, or apt. unit          | \$28.59 per unit      | \$38.58 per unit      | \$9.99          |                   |
| Residential Commodity Charge   | \$10.27 per 1,000 gal | \$13.86 per 1,000 gal | \$3.59          |                   |
| BILL PER 6,000 GAL USAGE   | \$90.21               | \$121.74              | \$31.53         | 34.95%            |
| <b>SERVICE TERRITORY 2: WATER DISTRIBUTION</b>                         | <b>CURRENT RATE</b>   | <b>PROPOSED RATE</b>  | <b>INCREASE</b> | <b>% INCREASE</b> |
| BFC per single-family house, condo, mobile home, or apt. unit          | \$28.59 per unit      | \$38.58 per unit      | \$9.99          |                   |
| Residential Distribution Charge  | \$11.85 per 1,000 gal | \$4.91 per 1,000 gal  | - \$6.94        |                   |
| Purchased Water Charge   | N/A                   | \$11.08 per 1,000 gal | \$11.08         |                   |
| BILL PER 6,000 GAL USAGE   | \$99.69               | \$134.52              | \$34.83         | 34.94%            |
| <b>SERVICE TERRITORY 1 AND 2: SEWER COLLECTION &amp; TREATMENT</b>     | <b>CURRENT RATE</b>   | <b>PROPOSED RATE</b>  | <b>INCREASE</b> | <b>% INCREASE</b> |
| Residential charge per single-family house, condo, villa, or apt. unit | \$65.08 per unit      | \$101.30 per unit     | \$36.22         | 55.65%            |
| Mobile Homes   | \$47.50 per unit      | \$73.94 per unit      | \$26.44         | 55.66%            |
| <b>SERVICE TERRITORY 1 AND 2: SEWER COLLECTION ONLY</b>                | <b>CURRENT RATE</b>   | <b>PROPOSED RATE</b>  | <b>INCREASE</b> | <b>% INCREASE</b> |
| Residential per single-family house, condo, or apt. unit               | \$65.08 per unit      | \$47.10 per unit      | - \$17.91       |                   |
| Sewer Treatment Charge   | N/A                   | \$54.20 per unit      | \$54.20         |                   |
| TOTAL BILL   | \$65.08               | \$101.30              | \$36.22         | 55.65%            |
| The Village Sewer Collection   | \$33.86 per SFE       | \$52.71 per SFE       | \$18.85         | 55.67%            |

**3) Additional Requests:**

- a) Recovery of balance in deferral account for increases in purchased water from 3<sup>rd</sup> party water/sewer treatment providers
- b) Approval of annual rate adjustment mechanism for purchased water and sewer treatment expenses.
- c) Amortization and recovery of litigation expenses related to ALC cases (DHEC Permit Denial and I-20 Interconnection).
- d) Commission authority to capture capital costs for decommissioning of plant assets as a regulatory asset, to be amortized for rate recovery in revenue requirement, and included in rate base.
- e) Commission authority to adjust its existing depreciation and amortization rates.
- f) Commission authority to initiate a one-time credit of \$10.64 to each customer water and sewer service account (TCJA).
- g) Commission authority to change the pumping charge for Solids Interceptor Tanks from \$150 to the actual cost.
- h) Commission authority to amend tariff regarding connection/plant impact/plant capacity fess for gross up of CIAC.
- i) Commission authority for a voluntary “round-up” program for remittance to the SC Office for Economic Opportunity. Also, approval to defer implementation costs related to modifications of the billing system/service app. in next rate case.
- j) Authority to initiate a Storm Reserve Fund of \$200,000 (funded via monthly surcharge of \$0.53 per customer, per service).

**4) Summary of Rates Structure Changes:**

- a) Adding a distribution charge (company purchase water) and a sewer treatment charge.

**5) Interveners:**

- a) ORS
- b) SC Department of Consumer Affairs
- c) Forty Love Point Homeowners’ Association
- d) Building Industry Association of South Carolina
- e) Town of Irmo (Pending)
- f) York County, SC (Pending)
- g) James S. Knowlton (Pending)
- h) SteFan Dover (Pending)

**6) Important Dates (As Shown on DMS):**

- a) 10/2/2019.....Application Filed
- b) 12/16/2019.....Petition to Intervene Deadline
- c) 12/30/2019.....Applicant/Complainant/Petitioner Testimony Due
- d) 1/22/2020.....All Other Parties Due Date
- e) 2/5/2020.....Rebuttal Testimony Due Date
- f) 2/12/2020.....Surrebuttal Testimony Due Date

**Hearings on Blue Granite Water Company Rate Increase**

|  |   |
|--|---|
| <b>Town of Lexington Municipal Complex, Conference Center</b>                    | Monday, January 27, 2020   6:00 PM<br>•111 Maiden Lane Lexington, SC 29072                      |
| <b>Irmo Municipal Building</b>   | Thursday, January 30, 2020   6:00 PM<br>•7300 Woodrow Street Irmo, South Carolina 29063         |
| <b>Union City Hall</b>   | Monday, February 3, 2020   6:00 PM<br>•101 Sharpe Avenue Union, SC 29379                        |
| <b>Anderson County Council Chambers</b>  | Thursday, February 6, 2020   6:00 PM<br>•101 S. Main Street Anderson, SC 29624                  |
| <b>Greenville County Council Chambers</b>  | Thursday, February 13, 2020   6:00 PM<br>•301 University Ridge, Suite 2400 Greenville, SC 29601 |
| <b>CSD Community YMCA</b>  | Thursday, February 20, 2020   6:00 PM<br>•5485 Charlotte Highway Clover, SC 29710               |
| <b>Public Service Commission of South Carolina, Saluda Building Hearing Room</b> | Thursday, February 27, 2020   6:00 PM<br>•101 Executive Center Drive Columbia, SC 29210         |